

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:4590
ANSWERED ON:25.04.2008
REVIEW ON BANKING CASH TRANSACTION TAX
Deora Shri Milind Murti

Will the Minister of FINANCE be pleased to state:

- (a) whether Government has received requests for scrapping of Banking Cash Transaction Tax (BCTT);
- (b) if so, the details thereof and action taken thereon;
- (c) whether the Income Tax Department has expressed reservations regarding the matter; and
- (d) if so, the details thereof and Government's reaction in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE: (SHRI S.S. PALANIMANICKAM)

(a) to (d). Yes, Sir. In accordance with suggestions received from different quarters, the Finance Bill, 2008 has proposed that no banking cash transaction tax (BCTT) shall be charged in respect of any taxable banking transaction after the 31st of March, 2009.